Dierker, Carl

From:

Dierker, Carl

Sent:

Monday, April 28, 2014 12:01 PM

To:

Garbow, Avi

Cc:

Minoli, Kevin; Siciliano, CarolAnn; Schmidt, Lorie

Subject:

FW: Cape Wind/ESA Issue

Attachments:

20140414_NOI_EPA Cape Wind Permit.pdf; name_beaudreu_and_date_geg_.doc

Hi Avi – Just wanted you to be aware that Curt will give a 'heads up' to folks at this afternoon's Senior Management 1:00 meeting concerning a legal issue involving the Cape Wind project. We will be working with Carol Ann and Lori's office to sort through the ESA issue. As background, here are the talking points I gave to Curt:

- On March 14, the US District Court issued its decision in a challenge filed by the Alliance to Protect Nantucket Sound (Alliance) that found two flaws in BOEM's Endangered Species Act (ESA) consultation with NOAA and DOI on the Cape Wind project. While the District Court did not invalidate or otherwise stay the biological opinion and incidental take statements resulting from BOEM's consultation with the Services, it did find a couple problems with both the NMFS determination w/re: right whales and F&WS's determinations w/re: "feathering" of turbine blades to reduce avian mortality.
- On April 9, the Alliance filed a notice of citizen suit with the Administrator and RA, concerning the Region's air permit that allows for construction of the Cape Wind project. Although EPA was not a party to their suit against BOEM and the court's decision did not address EPA's CAA Outer Continental Shelf (OCS) construction permit for Cape Wind, because we relied on BOEM's ESA consultations in issuing our air permit, the Alliance maintains we should: 1) "immediately suspend the permit pending fulfillment of the remand of the two unlawful consultations on which EPA has relied" and 2) "become directly involved in the remanded consultations in order to ensure that the ESA's requirements are carried out in the manner that the Court directed."
- The Region is consulting with the Services' attorneys, as well as OGC, to determine our next steps; however, at this time we feel it is unlikely we'll find it necessary to suspend our permit. We understand that the Services are currently working diligently to correct the flaws the court found in the ESA consultation documents and will produce a response shortly. We will then need to review any addendum/modification they provide to see how it might affect the findings on which our air permit was based.

Let me know if you'd like further information on this matter.

Carl

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From: Dierker, Carl

Sent: Friday, April 25, 2014 5:34 PM To: Siciliano, CarolAnn; Schmidt, Lorie

Cc: Tim Williamson; Stein, Mark; Ann Williams; Minoli, Kevin

Subject: Cape Wind/ESA Issue

Hi Carol Ann and Lori -- Attached are:

- 1) District Court Decision finding flaws in BOEM's ESA consultation with the Services on the Cape Wind project; and
- 2) Notice of Citizen Suit by the Alliance to Protect Nantucket Sound concerning EPA's air permit for Cape Wind. As you probably know, Cape Wind is a high profile matter, both in Region 1 and nationally. While the District Court did not invalidate or otherwise stay the biological opinion and incidental take statements resulting from BOEM's consultation with DOI, it did find a couple problems with both the NMFS determination w/re: right whales and FWS's determinations w/re: "feathering" of turbine blades to reduce avian mortality. Because we relied on BOEM's ESA consultations in issuing our CAA Outer Continental Shelf (OCS) construction permit for Cape Wind, the Alliance feels we need to respond to the court's decision. Their letter concludes:

Accordingly, in keeping with the terms of the OCS permit, which plainly contem will take appropriate action under the very circumstances that have now arisen, EPA sh suspend the permit pending fulfillment of the remand of the two unlawful consultation has relied and a determination by the Court that those remands have been performed if fully rectifies the violations. Moreover, because it is now abundantly clear that EPA car reasonably rely on BOEM and the Services to carry out EPA's own consultation obligation become directly involved in the remanded consultations in order to ensure that the ESA are carried out in the manner that the Court directed.¹

We are meeting internally and have talked with attorneys for both NMFS and FWS and, after initial review, feel we are unlikely to find it appropriate to suspend our permit. We understand that the Services are currently working diligently to correct the flaws the court found in the ESA consultation documents and will produce a response shortly. We will then need to review any addendum/modification they provide to see how it might affect the findings on which our air permit was based.

However, it will be important to coordinate closely with OGC as we work through these issues and to keep Avi in the loop as we decide how to proceed. I will provide him a brief introductory background on this matter on next Tuesday's OGC senior staff call. Mark Stein will be covering the ESA issue and Tim Williamson will be covering the air permit issue for ORC. Ron Fein, who advised the region for several years dealing with this permit as it was appealed to the EAB, has left ORC, and I'm not sure who he worked with in your respective offices, but if you let us know who we should be working with on this matter, we'll try to include them in future discussions as we develop a strategy for responding to the Alliance's letter.

Thanks, Carl

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2